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FORT WAYNE MILK MARKET NEWS

Federal Milk Order No. 32
U. S. Department of Agriculture
Dairy Division
Agricultural Marketing Service

Market Administrator
507 Strauss Building
809-11 S. Calhoun St.
Fort Wayne 2, Indiana

FEB 20 1958

Issued for Information of Producers
Who Are Not Members of Cooperative Associations

Vol. 1 No. 6

June 1957

MAY UNIFORM PRICE \$3.47

A uniform price of \$3.47 per cwt. was computed for 3.5% milk delivered by producers to handlers subject to the Fort Wayne Milk Order. For milk of a higher or lower test this price will be adjusted by a butterfat differential of 6.8 cents for each one-tenth of one percent that individual tests vary above or below the 3.5% standard. This minimum price is subject to the applicable marketing service deduction, authorized hauling charges and transportation tax. The computation of this blend price is shown on page 4 and the class prices on page 3.

The \$3.47 price for May 1957 is 7 cents below the May price of a year ago. It is 12 cents below the April 1957 price.

PRODUCTION AND UTILIZATION

Dairy farmers shipped 11.4 million pounds of milk to the Fort Wayne market during May 1957. This is 0.5 million pounds or 4.3% less milk than a year ago. 5.4 million pounds; 47% of the total milk production, was utilized as Class I milk (fluid milk and cream products) by the Fort Wayne handlers.

Average production per farm per day was 385 pounds for May 1957 as compared with 367 pounds a year ago, or an increase of slightly under 5%. Producers on the market for May 1957 numbered 952, which is 90 less than a year ago.

A. D. A. DEDUCTIONS

Evidence of opposition to the method followed last year of making deductions for the A. D. A. program has not been found among the Fort Wayne producers. Accordingly, handlers desiring to cooperate with the American Dairy Association of Indiana may make deductions in 1957 from the milk checks of producers who are not members of cooperative associations, if they observe the following rules:

1. Notify the producers of the rate of deduction and that the deductions will be made unless a written notice is received by the handler not to make them.
2. Keep a file copy of the notice issued to producers.
3. Keep a file of the notices from producers who object to the deductions.
4. Pay the amount of money deducted from producers' checks to the A. D. A. of Indiana. Payment will be verified by this office by audit of handler's records.

JUNE 1957, SUPPLY-DEMAND ADJUSTMENT - Plus 7¢

The supply demand adjustment for June 1957 will be +7¢, making a total difference between the June Class II and Class I prices of 82¢.

UTILIZATION AND CLASSIFICATION OF ALL MILK RECEIPTS

CLASS I MILK	May 1957 Reported		May 1956 Audited	
	Milk Pounds	BF Pounds	Milk Pounds	BF Pounds
Fluid Milk	5,636,526	197,968	5,721,999	201,333
Fortified Skim Milk	183,068	3,150	184,773	2,249
Skim Milk	94,597	158	51,106	43
Buttermilk	78,023	525	85,150	920
Flavored Milk/Drink	235,376	4,476	282,760	5,645
Cream Mixtures	108,794	13,326	96,462	11,841
Light Cream	30,896	6,083	38,704	7,783
Heavy Cream	12,320	4,430	15,068	5,389
Sour Cream	5,289	978	2,829	526
Ice Cream Mix in Bottles	1,280	140	600	65
Sub Totals	6,386,169	231,234	6,479,451	235,799
Plus Unaccounted For	1,493	1,493	4,850	1,026
Gross Total Class I Milk	6,387,662	232,727	6,484,301	236,825
Less Other Source Receipts	1,022,643	35,453	1,084,983	38,069
Less Overages	198	-0-	-0-	-0-
CLASS I PRODUCER MILK IN POOL	5,364,821	197,274	5,399,318	198,756
<u>CLASS II MILK</u>				
Used by Pool Plants in the Manufacture of Class II Items	8,819,442	213,655	6,522,085	181,745
Sales to Non-Pool Manufacturing Plants	4,201,475	263,332	4,520,630	222,218
Inventory Variation	- 4,232	+ 3,828	+ 55,768	+ 4,121
Dumped or Livestock Feed	14,195	161	29,987	128
Class II Shrinkage	79,580	14,155	202,784	6,029
Gross Total Class II Milk	13,110,460	495,131	11,331,254	414,241
Less Other Source Receipts	7,115,598	272,441	4,867,740	169,864
Less Overages	5,377	398	1,134	1,134
CLASS II PRODUCER MILK IN POOL	5,989,485	222,292	6,462,380	243,243
TOTAL PRODUCER MILK IN BOTH CLASSES	11,354,306	419,566	11,861,698	441,999

UTILIZATION PERCENTAGES

	May 1957		May 1956	
	Milk	B. F.	Milk	B. F.
Producer Milk Utilized in Class I	47.25	47.02	45.52	44.97
Other Source Milk Utilized in Class I	12.57	11.51	18.22	18.21
Producer Milk Utilized in Class II	52.75	52.98	54.48	55.03
Other Source Milk Utilized in Class II	87.43	88.49	81.78	81.79

AVERAGE TESTS

Average Test of Producer Milk Class I	3.68	3.68
Average Test of Producer Milk Class II	3.71	3.76
Average Test of Total Producer Milk	3.70	3.73

STATISTICAL SUMMARY FOR MAY 1957

Order No. 32, as Amended	May 1957 Reported	April 1957 Reported	May 1956 Audited	May 1955 Audited
Gross: Class I Milk (Lbs.)	6,387,662	6,391,359	6,484,301	6,223,058
Class II Milk	13,110,460	8,481,901	11,331,254	12,279,479
Total Gross Utilization	19,498,122	14,873,260	17,815,555	18,502,537
Total Daily Class I Milk (Lbs.)	206,054	213,045	209,171	200,744
Daily Class I Milk Compared With:		- 3.28%	- 1.49%	+ 2.65%
Receipts: Producers Class I	5,364,821	5,377,996	5,399,318	5,236,538
Class II	5,939,485	3,744,562	6,462,380	6,842,098
Total	11,354,306	9,122,558	11,861,698	12,078,636
Other Sources	8,138,241	5,737,108	5,952,723	6,423,466
Overages	5,575	13,594	1,134	435
Total Receipts (Lbs.)	19,498,122	14,873,260	17,815,555	18,502,537
Daily Production (Lbs.)	366,268	304,085	382,635	389,633
Daily Production Compared With:		+ 20.45%	- 4.28%	- 6.00%
Number of Producers	952	932	1,042	1,120
Daily Production per Farm (Lbs.)	385	326	367	348
Producers' Average Butterfat Test	3.70%	3.68%	3.73%	3.59%
Gross Class I Milk to Producer Milk	56.3%	70.1%	54.7%	51.5%
Class II Price	\$3.087	\$3.088	\$3.095	\$3.002
Basic Adjustment	.75	.75	1.21	.75
Supply-Demand Adjustment	+ .07	+ .07	- .26	+ .07
Class I Price	\$3.907	\$3.908	\$4.045	\$3.822
Uniform Blend Price - 3.5%	\$3.47	\$3.59	\$3.54	\$3.34
Butterfat Differentials: Class I	\$.077	\$.077	\$.077	\$.074
Class II	.068	.068	.068	.066
Producer	.068	.068	.068	.066
Pool Value of Producer Milk	\$410,821	\$345,757	\$438,399	\$413,499
Value of Producer Milk per Farm	432	371	421	369
Non-Fat Dried Milk Solids Price	\$.1427	\$.1428	\$.1447	\$.1439
Cheddar Cheese Price	.3489	.3462	.3489	.3339
92-Score Butter Price, Chicago	.5938	.5938	.5917	.5713
Mft. Pay Price (4 plants)	2.894	2.969	2.894	2.688
Butter-Cheese Formula Price	2.840	2.835	2.831	2.728
Butter-Skim Powder Formula Price	3.087	3.088	3.095	3.002

FEDERAL MILK MARKET ADMINISTRATOR
FORT WAYNE INDIANA MARKETING AREA

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United States Secretary
of Agriculture
Order No. 32, as Amended

507 Strauss Building
809-11 S. Calhoun Street
Fort Wayne 2, Indiana

ANNOUNCEMENT AND COMPUTATION OF UNIFORM PRICE FOR MAY 1957
(Based on Reports of 10 Handlers)

Uniform Price \$3.47 /Cwt., for 3.5% Milk

ALLOCATION AND VALUE OF PRODUCER MILK

	<u>Pounds</u>	<u>Value Cwt.</u>	<u>Total Value</u>
Class I Butterfat	197,274	\$78.212	\$154,291.94
Skim	<u>5,167,547</u>	1.212	<u>62,630.67</u>
Product	5,364,821	<u>\$ 4.043</u>	\$216,922.61
Class II Butterfat	222,292	\$68.707	\$152,730.15
Skim	<u>5,767,193</u>	.707	<u>40,774.06</u>
Product	<u>5,989,485</u>	<u>\$ 3.231</u>	<u>\$193,504.21</u>
Total Producer Deliveries Pooled	11,354,306	\$ 3.615	\$410,426.82
Add: Overage Value		.003	311.07
		\$ 3.618	\$410,737.89
Add: Other Source Assessments		.000	83.43
Total Value of Producer Milk		\$ 3.618	\$410,821.32
Subtract: Butterfat Adjustment		.133	15,072.40
		\$ 3.485	\$395,748.92
Add: Cash Balance at June 10, 1957		.034	3,872.98
		\$ 3.519	\$399,621.90
Subtract: Reserve (between 4¢ and 5¢)		.049	<u>5,627.48</u>
Announced Uniform Price - 3.5% Milk		<u>\$ 3.47</u>	<u>\$393,994.42</u>

IMPORTANT: The announced uniform price of \$3.47 cwt., is subject to a butterfat differential of \$.068 cwt., for each 1/10 of 1% butterfat content variance from 3.5%. This price is subject to the applicable marketing service deduction together with the authorized hauling charges and the 4% transportation tax.

PRODUCER UNIFORM PRICES AT BUTTERFAT TEST FOR MAY 1957
(F. O. B. Fort Wayne, Indiana)

<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>	<u>Test</u>	<u>Price</u>
3.25	\$3.300	3.75	\$3.640	4.35	\$4.048	4.95	\$4.456
3.30	3.334	3.80	3.674	4.40	4.082	5.00	4.490
3.35	3.368	3.85	3.708	4.45	4.116	5.05	4.524
3.40	3.402	3.90	3.742	4.50	4.150	5.10	4.558
3.45	3.436	3.95	3.776	4.55	4.184	5.15	4.592
		4.00	3.810	4.60	4.218	5.20	4.626
3.50	3.47	4.05	3.844	4.65	4.252	5.25	4.660
		4.10	3.878	4.70	4.286	5.30	4.694
3.55	3.504	4.15	3.912	4.75	4.320	5.35	4.728
3.60	3.538	4.20	3.946	4.80	4.354	5.40	4.762
3.65	3.572	4.25	3.980	4.85	4.388	5.45	4.796
3.70	3.606	4.30	4.014	4.90	4.422	5.50	4.830

R. J. Connolly
Market Administrator

June 10, 1957

